

TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

SB 168 – HB 162

February 27, 2013

**SUMMARY OF ORIGINAL BILL:** Requires money transmission licenses to expire on December 31 and requires annual renewal fees to be paid between November 1 and December 31. Requires currently issued licenses to remain effective through the remainder of the year ending December 31, 2013. Authorizes the Commissioner of the Department of Financial Institutions (DFI) to require persons subject to the Tennessee Money Transmitter Act to be licensed through a multi-state automated licensing system. Requires applicants for, and holders of licenses to pay all costs associated with submitting an application, or transitioning a license, to a multi-state automated licensing system, as well as all costs for maintaining and renewing any license issued by DFI on a multi-state automated licensing system. Authorizes the Commissioner to use the multi-state automated licensing system as an agent for channeling information. Protects the privacy and confidentiality of any information or material provided to the system. Authorizes DFI to share information or material with all state and federal regulatory officials with money transmission oversight authority.

FISCAL IMPACT OF ORIGINAL BILL:

NOT SIGNIFICANT

**SUMMARY OF AMENDMENT (003627):** Deletes Section 2 of the original bill which authorized the Commissioner of DFI to release to the public a list of persons licensed under this part, a list of authorized agents, a list of authorized locations or branches, or to release aggregate financial data on licensees and authorized agents. Makes various technical corrections.

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

Unchanged from the original fiscal note.

Assumptions for the bill as amended:

- Modifying the expiration date of a license and renewal time frames will not result in a significant fiscal impact to DFI.

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- Utilization of a multi-state automated licensing system will eliminate the use of paper applications, eliminate the need to store paper documents, allow the money transmission industry to maintain licensing data in a uniform electronic format, and provide for a uniform electronic archive of historical filings and license records history.
- Any costs associated with submitting an application or transitioning a license to a multistate automated licensing system, as well as all costs required by the system for maintaining and renewing any license issued by the Commissioner on the system will be paid by applicants for any holders of licenses issued under this chapter.

### **CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read 'Lucian D. Geise', written in a cursive style.

Lucian D. Geise, Executive Director

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